

1984

THE PARLIAMENT OF THE COMMONWEALTH
OF AUSTRALIA

THE HOUSE OF REPRESENTATIVES

LOCAL GOVERNMENT (PERSONAL
INCOME TAX SHARING) AMENDMENT
BILL 1984

EXPLANATORY MEMORANDUM

(Circulated by the authority of the
Honourable Tom Uren)

LOCAL GOVERNMENT (PERSONAL INCOME TAX SHARING)
AMENDMENT BILL 1984

OUTLINE

The purpose of this Bill is to make amendments consequential upon the introduction of the prescribed payments system to allow payments made under that system to be taken into account in the amount of personal income tax which forms the basis of local government tax sharing.

NOTES ON CLAUSES

Clauses 1 and 2

These clauses provide for the citation of the Act and for its commencement on the date of Royal Assent.

Clause 3

Paragraphs (a) and (b) of this clause amend the definition of "gross personal income tax collections" to include in the definition collections made on account of personal income tax liability, under Division 3A of the Income Tax Assessment Act 1936.

Paragraph (c) amends the definition of "net personal income tax collections" to allow amounts of interest paid on collections to be taken into account for the purposes of the Act.

Paragraph (d) amends the definition of "personal income tax" to remove from the definition income tax imposed on a trustee pursuant to section 98(3) of the Income Tax Assessment Act 1936.

Paragraphs (d) and (e) amend the definition of "refund of personal income tax" to allow refunds made, on account of personal income tax, pursuant to Division 3A of the Income Tax Assessment Act 1936, to be taken into account.

Clause 3(2)

This clause applies the amendment to income tax payable in respect of the 1983/84 tax year and subsequently.